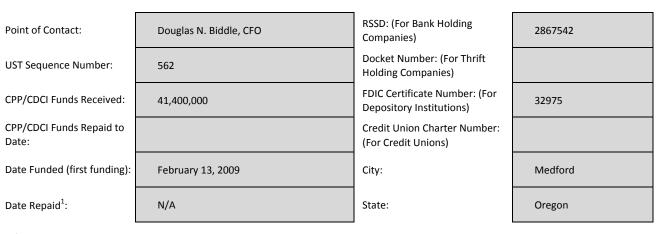


(Include Holding Company Where Applicable)

Prem	iorM	lact.	Rar	cor	n
		COL	Dai	ICOL	u



¹If repayment was incremental, please enter the most recent repayment date.

American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP) and Community Development Capital Initiative (CDCI). To answer that question, Treasury is seeking responses that describe generally how the CPP/CDCI investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP/CDCI investment was deployed or how many CPP/CDCI dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.

What specific ways did your institution utilize CPP/CDCI capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP/CDCI funds were outstanding).

rease lending or reduce lending less than otherwise would have occurred.
mierWest Bank originated \$76.6 million in loans during 2011



NAME OF INSTITUTION

(Include Holding Company Where Applicable)

PremierWest Bancorp
To the extent the funds supported increased lending, please describe the major type of loans, if possible (residential mortgage loans, X commercial mortgage loans, small business loans, etc.).
The major types of loans originated in 2011 were commercial mortgage loans, commercial & industrial loans, and small business loans.
X Increase securities purchased (ABS, MBS, etc.).
PremierWest Bank's investment portfolio increased \$101.1 million from \$218.3 million as of December 31, 2010 to \$319.4 million as of December 31, 2011. Much of these purchases were MBS and CMOs with various structures to improve income while still maintaining sufficient liquidity.
Make other investments.



NAME OF INSTITUTION

(Include Holding Company Where Applicable)

PremierWest Bancorp	

ocrease reser	es for non-performing assets.			
remierWest E	ank's allowance for loan loss actua 1011 in line with improving credit (ally decreased from \$35.6 quality metrics.	million as of December 3	1, 2010 to \$22.7 million as of
Reduce borrov	ings.			
ncrease charg	e-offs.			
Net charge-off	for 2011 were \$27.2 million - an i allowance for loan losses at an ap			





NAME OF INSTITUTION

PremierWest Bancorp Purchase another financial institution or purchase assets from another financial institution.	
Purchase another financial institution or purchase assets from another financial institution.	
Purchase another financial institution or purchase assets from another financial institution.	
Held as non-leveraged increase to total capital.	





NAME OF INSTITUTION (Include Holding Company Where Applicable)

PremierWest Bancorp

What actions were you able to avoid because of the capital infusion of CPP/CDC	I funds?



NAME OF INSTITUTION

(Include Holding Company Where Applicable)

PremierWest Bancorp	
What actions were you able to take that you may not have taken without the capital infusion of CPP/CDCI funds?	

The TARP CPP funds have been critical to PremierWest Bank's ability to continue to serve the banking needs of the communities in which it
operates. Without the TARP CPP funds, the breadth of banking services offered would likely have had to have been curtailed which may
have resulted in a reduction in financing/banking options for our customers.
nave resulted in a reduction in minutelly building options for our customers.



NAME OF INSTITUTION

(Include Holding Company Where Applicable)	

PremierWest Bancorp	
Disease describe any other actions that you were able to undertake with the conital infusion of CDD/CDCI funds	
Please describe any other actions that you were able to undertake with the capital infusion of CPP/CDCI funds.	